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## Representative Bradley M. Daw proposes the following substitute bill:

| 1  | LEGAL NOTICE AMENDMENTS   |
|----|---|
| 2  | 2011 GENERAL SESSION  |
| 3  | STATE OF UTAH   |
| 4  | Chief Sponsor: Stephen H. Urquhart  |
| 5  | House Sponsor: Bradley M. Daw   |
| 6  |   |
| 7  | LONG TITLE  |
| 8  | General Description:  |
| 9  | This bill addresses the publication of statutorily required legal notices.                        |
| 10 | Highlighted Provisions:   |
| 11 | This bill:  |
| 12 | <ul><li>defines terms;</li></ul>  |
| 13 | requires a newspaper that publishes a legal notice in the newspaper to charge no                  |
| 14 | more than its average advertisement rate;   |
| 15 | requires a newspaper that publishes a legal notice in the newspaper to publish the                |
| 16 | legal notice on a public legal notice website at no additional cost;                              |
| 17 | <ul> <li>establishes legal notice requirements for special service districts;</li> </ul>          |
| 18 | • eliminates an exception from publication requirements for a county of the first or              |
| 19 | second class;   |
| 20 | <ul> <li>exempts a notice of delinquency in the payment of property taxes from certain</li> </ul> |
| 21 | publication requirements; and   |
| 22 | <ul><li>makes technical changes.</li></ul>  |
| 23 | Money Appropriated in this Bill:  |
| 24 | None  |
| 25 | Other Special Clauses:  |



| None  |
|---|
| <b>Utah Code Sections Affected:</b>   |
| AMENDS:   |
| <b>45-1-101</b> , as last amended by Laws of Utah 2010, Chapters 90 and 254                 |
| 59-2-1332.5, as last amended by Laws of Utah 2009, Chapter 388                              |
| REPEALS:  |
| 45-1-202, as last amended by Laws of Utah 2009, Chapter 144 and renumbered and              |
| amended by Laws of Utah 2009, Chapter 388   |
|   |
| Be it enacted by the Legislature of the state of Utah:                                      |
| Section 1. Section <b>45-1-101</b> is amended to read:                                      |
| 45-1-101. Legal notice publication requirements.  |
| (1) As used in this section:  |
| (a) "Average advertisement rate" means a newspaper's gross advertising revenue for the      |
| preceding calendar quarter divided by the gross column-inch space used in the newspaper for |
| advertising for the previous calendar quarter.  |
| (b) "Column-inch space" means a unit of space that is one standard column wide by           |
| one inch high.  |
| (c) "Gross advertising revenue" means the total revenue obtained by a newspaper from        |
| all of its qualifying advertising segments.   |
| [ <del>(a)</del> ] (d) (i) "Legal notice" means:  |
| [(i)] (A) a communication required to be made public by a state statute or state agency     |
| rule; or  |
| [(ii)] (B) a notice required for judicial proceedings or by judicial decision.              |
| [(b)] (ii) "Legal notice" does not include:   |
| (A) a public notice published by a public body in accordance with the provisions of         |
| Sections 52-4-202 and 63F-1-701[-]; or  |
| (B) a notice of delinquency in the payment of property taxes described in Section           |
| <u>59-2-1332.5.</u>   |
| (e) "Public legal notice website" means the website described in Subsection (2)(b) for      |
| the purpose of publishing a legal notice online.  |

| 57 | (f) (i) "Qualifying advertising segment" means, except as provided in Subsection                   |
|----|--|
| 58 | (1)(f)(ii), a category of print advertising sold by a newspaper, including classified advertising, |
| 59 | line advertising, and display advertising.   |
| 60 | (ii) "Qualifying advertising segment" does not include legal notice advertising.                   |
| 61 | (g) "Special service district" is as defined in Section 17D-1-102.                                 |
| 62 | (2) [(a) Notwithstanding] Except as provided in Subsections (8) and (9),                           |
| 63 | notwithstanding any other legal notice provision established [in this Utah Code] by law, a         |
| 64 | person required by law to publish legal notice shall publish the notice:                           |
| 65 | [(i) until January 1, 2010, shall publish as required by the statute establishing the legal        |
| 66 | notice requirement; and]   |
| 67 | [(ii) beginning on January 1, 2010, shall publish legal notice:]                                   |
| 68 | [(A)] (a) as required by the statute establishing the legal notice requirement; and                |
| 69 | [(B)] (b) on a public legal notice website established by the [collective] combined                |
| 70 | efforts of Utah's newspapers[-] that collectively distribute newspapers to the majority of         |
| 71 | newspaper subscribers in the state.  |
| 72 | (3) The public legal notice website shall:   |
| 73 | (a) be available for viewing and searching by the general public, free of charge; and              |
| 74 | (b) accept legal notice posting from any newspaper in the state.                                   |
| 75 | [(b)] (4) A [person's publishing] person that publishes legal notice as required under             |
| 76 | Subsection (2)[(a)] [does] is not [relieve the person] relieved from complying with an             |
| 77 | otherwise applicable requirement under Title 52, Chapter 4, Open and Public Meetings Act.          |
| 78 | [(3) Beginning on January 1, 2012, notwithstanding any provision of law requiring                  |
| 79 | publication of legal notice in a newspaper, a person who publishes legal notice that is required   |
| 80 | to be given in a county of the first or second class:  |
| 81 | [(a) is not required to comply with the requirement to publish legal notice in a                   |
| 82 | newspaper;]  |
| 83 | [(b) is required to publish legal notice on the website described in Subsection                    |
| 84 | <del>(2)(a)(ii)(B); and</del> ]  |
| 85 | [(c) may, in addition to complying with Subsection (3)(b), publish legal notice in a               |
| 86 | newspaper.]  |
| 87 | [(4) The website described in Subsection (2)(a)(ii)(B) may not:]                                   |

| 88  | [(a) charge a fee to publish a legal notice on the website before January 1, 2012; and]            |
|-----|--|
| 89  | [(b) charge more than \$10 to publish a legal notice on the website on or after January 1,         |
| 90  | <del>2012.</del> ]   |
| 91  | (5) If legal notice is required by law to be published in a newspaper, or if a special             |
| 92  | service district publishes legal notice in a newspaper, the newspaper:                             |
| 93  | (a) may not charge more for publication than the newspaper's average advertisement                 |
| 94  | rate; and  |
| 95  | (b) shall publish the legal notice on the public legal notice website at no additional             |
| 96  | cost.  |
| 97  | (6) If legal notice is not required by law to be published in a newspaper, or if a special         |
| 98  | service district with an annual operating budget of less than \$250,000 chooses to publish a       |
| 99  | legal notice on the public notice website without publishing the complete notice in the            |
| 100 | newspaper, a newspaper:  |
| 101 | (a) may not charge more than an amount equal to 15% of the newspaper's average                     |
| 102 | advertisement rate for publishing five column lines in the newspaper to publish legal notice on    |
| 103 | the public legal notice website;   |
| 104 | (b) may not require that the legal notice be published in the newspaper; and                       |
| 105 | (c) at the request of the person publishing on the legal notice website, shall publish in          |
| 106 | the newspaper up to five column lines, at no additional charge, that briefly describe the legal    |
| 107 | notice and provide the web address where the full public legal notice can be found.                |
| 108 | (7) If a newspaper offers to publish the type of legal notice described in Subsection (5),         |
| 109 | it may not refuse to publish the type of legal notice described in Subsection (6).                 |
| 110 | (8) Notwithstanding the requirements of a statute that requires the publication of legal           |
| 111 | notice, if legal notice is required by law to be published by a special service district with an   |
| 112 | annual operating budget of \$250,000 or more, the special service district shall satisfy its legal |
| 113 | notice publishing requirements by:   |
| 114 | (a) mailing a written notice, postage prepaid:   |
| 115 | (i) to each voter in the special service district; and   |
| 116 | (ii) that contains the information required by the statute that requires the publication of        |
| 117 | <u>legal notice</u> ; or   |
| 118 | (b) publishing the legal notice in a newspaper and on the legal public notice website as           |

| 119 | described in Subsection (5).   |
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| 120 | (9) Notwithstanding the requirements of a statute that requires the publication of legal             |
| 121 | notice, if legal notice is required by law to be published by a special service district with an     |
| 122 | annual operating budget of less than \$250,000, the special service district shall satisfy its legal |
| 123 | notice publishing requirements by:   |
| 124 | (a) mailing a written notice, postage prepaid:   |
| 125 | (i) to each voter in the special service district; and   |
| 126 | (ii) that contains the information required by the statute that requires the publication of          |
| 127 | legal notice; or   |
| 128 | (b) publishing the legal notice in a newspaper and on the public legal notice website as             |
| 129 | described in Subsection (5); or  |
| 130 | (c) publishing the legal notice on the public legal notice website as described in                   |
| 131 | Subsection (6).  |
| 132 | Section 2. Section <b>59-2-1332.5</b> is amended to read:  |
| 133 | 59-2-1332.5. Mailing notice of delinquency or publication of delinquent list                         |
| 134 | Contents Notice Definitions.   |
| 135 | (1) The county treasurer shall provide notice of delinquency in the payment of property              |
| 136 | taxes:   |
| 137 | (a) except as provided in Subsection (4), on or before December 31 of each calendar                  |
| 138 | year; and  |
| 139 | (b) in a manner described in Subsection (2).   |
| 140 | (2) A notice of delinquency in the payment of property taxes shall be provided by:                   |
| 141 | (a) (i) mailing a written notice, postage prepaid:   |
| 142 | (A) to each delinquent taxpayer; and   |
| 143 | (B) that includes the information required by Subsection (3)(a); and                                 |
| 144 | (ii) making available to the public a list of delinquencies in the payment of property               |
| 145 | taxes:   |
| 146 | (A) [ <del>(I)</del> ] by electronic means; and  |
| 147 | [(II) in accordance with Section 45-1-101; and]  |
| 148 | (B) that includes the information required by Subsection (3)(b); or                                  |
| 149 | (b) publishing a list of delinquencies in the payment of property taxes:                             |

| 150 | (1) in one issue of a newspaper having general circulation in the county;                 |
|-----|---|
| 151 | (ii) that lists each delinquency in alphabetical order by:                                |
| 152 | (A) the last name of the delinquent taxpayer; or  |
| 153 | (B) if the delinquent taxpayer is a business entity, the name of the business entity; and |
| 154 | (iii) that includes the information required by Subsection (3)(b).                        |
| 155 | (3) (a) A written notice of delinquency in the payment of property taxes described in     |
| 156 | Subsection (2)(a)(i) shall include:   |
| 157 | (i) a statement that delinquent taxes are due;  |
| 158 | (ii) the amount of delinquent taxes due, not including any penalties imposed in           |
| 159 | accordance with this chapter;   |
| 160 | (iii) (A) the name of the delinquent taxpayer; or   |
| 161 | (B) if the delinquent taxpayer is a business entity, the name of the business entity;     |
| 162 | (iv) (A) a description of the delinquent property; or                                     |
| 163 | (B) the property identification number of the delinquent property;                        |
| 164 | (v) a statement that a penalty shall be imposed in accordance with this chapter; and      |
| 165 | (vi) a statement that interest accrues as of January 1 following the date of the          |
| 166 | delinquency unless before January 16 the following are paid:                              |
| 167 | (A) the delinquent taxes; and   |
| 168 | (B) the penalty.  |
| 169 | (b) The list of delinquencies described in Subsection (2)(a)(ii) or (2)(b) shall include: |
| 170 | (i) the amount of delinquent taxes due, not including any penalties imposed in            |
| 171 | accordance with this chapter;   |
| 172 | (ii) (A) the name of the delinquent taxpayer; or  |
| 173 | (B) if the delinquent taxpayer is a business entity, the name of the business entity;     |
| 174 | (iii) (A) a description of the delinquent property; or                                    |
| 175 | (B) the property identification number of the delinquent property;                        |
| 176 | (iv) a statement that a penalty shall be imposed in accordance with this chapter; and     |
| 177 | (v) a statement that interest accrues as of January 1 following the date of the           |
| 178 | delinquency unless before January 16 the following are paid:                              |
| 179 | (A) the delinquent taxes; and   |
| 180 | (B) the penalty.  |

| 181 | (4) Notwithstanding Subsection (1)(a), if the county legislative body extends the date         |
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| 182 | when taxes become delinquent under Subsection 59-2-1332(1), the notice of delinquency in the   |
| 183 | payment of property taxes shall be provided on or before January 10.                           |
| 184 | (5) (a) In addition to the notice of delinquency in the payment of property taxes              |
| 185 | required by Subsection (1), a county treasurer may in accordance with this Subsection (5) mail |
| 186 | a notice that property taxes are delinquent:   |
| 187 | (i) to:  |
| 188 | (A) a delinquent taxpayer;   |
| 189 | (B) an owner of record of the delinquent property;   |
| 190 | (C) any other interested party that requests notice; or  |
| 191 | (D) a combination of Subsections (5)(a)(i)(A) through (C); and                                 |
| 192 | (ii) at any time that the county treasurer considers appropriate.                              |
| 193 | (b) A notice mailed in accordance with this Subsection (5):                                    |
| 194 | (i) shall include the information required by Subsection (3)(a); and                           |
| 195 | (ii) may include any information that the county treasurer finds is useful to the owner        |
| 196 | of record of the delinquent property in determining:   |
| 197 | (A) the status of taxes owed on the delinquent property;                                       |
| 198 | (B) any penalty that is owed on the delinquent property;                                       |
| 199 | (C) any interest charged under Section 59-2-1331 on the delinquent property; or                |
| 200 | (D) any related matters concerning the delinquent property.                                    |
| 201 | (6) As used in this section, "business entity" means:  |
| 202 | (a) an association;  |
| 203 | (b) a corporation;   |
| 204 | (c) a limited liability company;   |
| 205 | (d) a partnership;   |
| 206 | (e) a trust; or  |
| 207 | (f) a business entity similar to Subsections (6)(a) through (e).                               |
| 208 | Section 3. Repealer.   |
| 209 | This bill repeals:   |
| 210 | Section 45-1-202, Maximum charge.  |